

\$1,150,263,601



FannieMae®

**Guaranteed REMIC Pass-Through Certificates
Fannie Mae REMIC Trust 2017-4**

The Certificates

We, the Federal National Mortgage Association (Fannie Mae), will issue the classes of certificates listed in the chart on this cover.

Payments to Certificateholders

We will make monthly payments on the certificates. You, the investor, will receive

- interest accrued on the balance of your certificate (except in the case of the accrual classes), and
- principal to the extent available for payment on your class.

We will pay principal at rates that may vary from time to time. We may not pay principal to certain classes for long periods of time.

Class	Group	Original Class Balance	Principal Type(1)	Interest Rate	Interest Type(1)	CUSIP Number	Final Distribution Date
AE(2)	1	\$323,443,926	SEQ	2.5%	FIX	3136AVHG7	May 2041
AI(2)	1	92,412,550(3)	NTL	3.5	FIX/IO	3136AVHH5	May 2041
VA(2)	1	41,663,910	SEQ/AD	3.5	FIX	3136AVHJ1	May 2028
VN(2)	1	47,900,642	SEQ/AD	2.5	FIX	3136AVHK8	June 2037
VI(2)	1	13,685,897(3)	NTL	3.5	FIX/IO	3136AVHL6	June 2037
ZA(2)	1	87,000,000	SEQ	3.5	FIX/Z	3136AVHM4	February 2047
FD(2)	2	28,832,290	PT	(4)	FLT	3136AVHN2	February 2047
SD	2	28,832,290(3)	NTL	(4)	INV/IO	3136AVHP7	February 2047
FN(2)	2	71,465,953	PT	(4)	FLT	3136AVHQ5	February 2047
SE	2	71,465,953(3)	NTL	(4)	INV/IO	3136AVHR3	February 2047
EB(2)	2	40,119,298	PT	2.0	FIX	3136AVHS1	February 2047
EI(2)	2	7,294,417(3)	NTL	5.5	FIX/IO	3136AVHT9	February 2047
GB(2)	3	12,057,301	PT	2.0	FIX	3136AVHU6	February 2047
FG(2)	3	24,114,600	PT	(4)	FLT	3136AVHV4	February 2047
SG(2)	3	24,114,600(3)	NTL	(4)	INV/IO	3136AVHW2	February 2047

(Table continued on next page)

The Fannie Mae Guaranty

We will guarantee that required payments of principal and interest on the certificates are available for distribution to investors on time.

If you own certificates of certain classes, you can exchange them for certificates of the corresponding RCR classes to be delivered at the time of exchange. The AG, AH, AB, AJ, AK, VM, VP, VT, VW, VY, AY, BD, BE, BH, BA, BK, BL, BI, EC, EA, EG, EH, EJ, FE, GC, GA, GD, GE, CY, CG, CH, CA, FJ and SJ Classes are the RCR classes. For a more detailed description of the RCR classes, see Schedule 1 attached to this prospectus supplement and “Description of the Certificates—Combination and Recombination—RCR Certificates” in the REMIC prospectus.

The Trust and its Assets

The trust will own

- Fannie Mae MBS backed by first lien, single-family fixed-rate loans, and
- Fannie Mae MBS backed by first lien, single-family adjustable-rate loans.

The dealer will offer the certificates from time to time in negotiated transactions at varying prices. We expect the settlement date to be January 31, 2017.

Carefully consider the risk factors starting on page 14 of the REMIC prospectus. Unless you understand and are able to tolerate these risks, you should not invest in the certificates.

You should read the REMIC prospectus as well as this prospectus supplement.

The certificates, together with interest thereon, are not guaranteed by the United States and do not constitute a debt or obligation of the United States or any agency or instrumentality thereof other than Fannie Mae.

The certificates are exempt from registration under the Securities Act of 1933 and are “exempted securities” under the Securities Exchange Act of 1934.

BofA Merrill Lynch

The date of this Prospectus Supplement is January 25, 2017

Class	Group	Original Class Balance	Principal Type(1)	Interest Rate	Interest Type(1)	CUSIP Number	Final Distribution Date
CE(2)	4	\$275,984,366	SEQ	2.0%	FIX	3136AVHX0	June 2042
CI(2)	4	118,279,014(3)	NTL	3.5	FIX/IO	3136AVHY8	June 2042
VC(2)	4	27,388,688	SEQ/AD	3.5	FIX	3136AVHZ5	May 2028
VD(2)	4	31,489,816	SEQ/AD	3.5	FIX	3136AVJA8	June 2037
ZC(2)	4	57,195,000	SEQ	3.5	FIX/Z	3136AVJB6	February 2047
HA(2)	5	4,057,093	PT	3.0	FIX	3136AVJC4	February 2047
FH(2)	5	24,342,553	PT	(4)	FLT	3136AVJD2	February 2047
SH(2)	5	24,342,553(3)	NTL	(4)	INV/IO	3136AVJE0	February 2047
FL	6	53,208,165	PT	(5)	FLT/AFC	3136AVJF7	February 2047
SL	6	53,208,165(3)	NTL	(6)	WAC/IO	3136AVJG5	February 2047
R		0	NPR	0	NPR	3136AVJH3	February 2047
RL		0	NPR	0	NPR	3136AVJJ9	February 2047

- (1) See "Description of the Certificates—Class Definitions and Abbreviations" in the REMIC prospectus.
(2) Exchangeable classes.
(3) Notional principal balances. These classes are interest only classes. See page S-6 for a description of how their notional principal balances are calculated.

- (4) Based on LIBOR.
(5) Based on LIBOR and subject to the limitations described on page S-12.
(6) The interest rate of the SL Class is calculated as described on page S-12.

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AVAILABLE INFORMATION

You should purchase the certificates only if you have read and understood this prospectus supplement and the following documents (the “Disclosure Documents”):

- our Prospectus for Fannie Mae Guaranteed REMIC Pass-Through Certificates dated June 1, 2014 (the “REMIC Prospectus”);
- our Prospectus for Fannie Mae Guaranteed Pass-Through Certificates (Single-Family Residential Mortgage Loans) dated
 - June 1, 2016, for all MBS issued on or after June 1, 2016,
 - October 1, 2014, for all MBS issued on or after October 1, 2014 and prior to June 1, 2016,
 - March 1, 2013, for all MBS issued on or after March 1, 2013 and prior to October 1, 2014,
 - February 1, 2012, for all MBS issued on or after February 1, 2012 and prior to March 1, 2013,
 - July 1, 2011, for all MBS issued on or after July 1, 2011 and prior to February 1, 2012,
 - June 1, 2009, for all MBS issued on or after January 1, 2009 and prior to July 1, 2011,
 - April 1, 2008, for all MBS issued on or after June 1, 2007 and prior to January 1, 2009, or
 - January 1, 2006, for all other MBS(as applicable, the “MBS Prospectus”); and
- any information incorporated by reference in this prospectus supplement as discussed below and under the heading “Incorporation by Reference” in the REMIC Prospectus.

For a description of current servicing policies generally applicable to existing Fannie Mae MBS pools, see “Yield, Maturity and Prepayment Considerations” in the MBS Prospectus dated June 1, 2016.

The MBS Prospectus is incorporated by reference in this prospectus supplement. This means that we are disclosing information in that document by referring you to it. That document is considered part of this prospectus supplement, so you should read this prospectus supplement, and any applicable supplements or amendments, together with that document.

You can obtain copies of the Disclosure Documents by writing or calling us at:

Fannie Mae
MBS Helpline
3900 Wisconsin Avenue, N.W., Area 2H-3S
Washington, D.C. 20016
(telephone 800-2FANNIE).

In addition, the Disclosure Documents, together with the class factors, are available on our corporate Web site at www.fanniemae.com.

You also can obtain copies of the REMIC Prospectus and the MBS Prospectus by writing or calling the dealer at:

Merrill Lynch, Pierce, Fenner & Smith Incorporated
Mortgage Finance Department
One Bryant Park
New York, New York 10036
(telephone 646-855-8340).

SUMMARY

This summary contains only limited information about the certificates. Statistical information in this summary is provided as of January 1, 2017. You should purchase the certificates only after reading this prospectus supplement and each of the additional disclosure documents listed on page S-3. In particular, please see the discussion of risk factors that appears in each of those additional disclosure documents.

Assets Underlying Each Group of Classes

<u>Group</u>	<u>Assets</u>
1	Group 1 MBS
2	Group 2 MBS*
3	Group 3 MBS
4	Group 4 MBS
5	Group 5 MBS
6	Group 6 MBS

* Includes the Subgroup 2a MBS and Subgroup 2b MBS.

Group 1, Group 2, Group 3, Group 4 and Group 5

Characteristics of the Fixed Rate MBS

	<u>Approximate Principal Balance</u>	<u>Pass- Through Rate</u>	<u>Range of Weighted Average Coupons or WACs (annual percentages)</u>	<u>Range of Weighted Average Remaining Terms to Maturity or WAMs (in months)</u>
Group 1 MBS	\$500,008,478	3.50%	3.75% to 6.00%	241 to 360
Group 2 MBS				
<i>Subgroup 2a</i>	\$ 40,365,206	5.50%	5.75% to 8.00%	228 to 360
<i>Subgroup 2b</i>	\$100,052,335	5.50%	5.75% to 8.00%	115 to 360
Group 3 MBS	\$ 36,171,901	5.00%	5.25% to 7.50%	157 to 360
Group 4 MBS	\$392,057,870	3.50%	3.75% to 6.00%	241 to 360
Group 5 MBS	\$ 28,399,646	6.00%	6.25% to 8.50%	219 to 360

Assumed Characteristics of the Underlying Mortgage Loans

	<u>Principal Balance</u>	<u>Original Term to Maturity (in months)</u>	<u>Remaining Term to Maturity (in months)</u>	<u>Loan Age (in months)</u>	<u>Interest Rate</u>
Group 1 MBS	\$500,008,478	360	345	13	4.010%
Group 2 MBS					
<i>Subgroup 2a</i>	\$ 40,365,206	360	231	120	6.140%
<i>Subgroup 2b</i>	\$100,052,335	360	238	112	6.060%
Group 3 MBS	\$ 36,171,901	360	215	136	5.645%
Group 4 MBS	\$392,057,870	360	358	1	4.028%
Group 5 MBS	\$ 28,399,646	360	220	133	6.451%

The actual remaining terms to maturity, loan ages and interest rates of most of the mortgage loans underlying the fixed rate MBS will differ from those shown above, and may differ significantly. See “Risk Factors—Risks Relating to Yield and Prepayment—*Yields on and weighted average lives of the certificates are affected by actual characteristics of the mortgage loans backing the series trust assets*” in the REMIC Prospectus.

Group 6 MBS

The first table in Exhibit A of this prospectus supplement lists certain assumed characteristics of the mortgage loans underlying the adjustable-rate MBS in Group 6. The assumed characteristics appearing in Exhibit A may not reflect the actual characteristics of the individual adjustable-rate mortgage loans included in the related pools. The actual characteristics of most of the related mortgage loans may differ from those specified in Exhibit A, and may differ significantly.

The second table in Exhibit A of this prospectus supplement lists the pool numbers of the adjustable-rate MBS expected to be included in the Lower Tier REMIC.

Settlement Date

We expect to issue the certificates on January 31, 2017.

Distribution Dates

We will make payments on the certificates on the 25th day of each calendar month, or on the next business day if the 25th day is not a business day.

Record Date

On each distribution date, we will make each monthly payment on the certificates to holders of record on the last day of the preceding month.

Book-Entry and Physical Certificates

We will issue the classes of certificates in the following forms:

<u>Fed Book-Entry</u>	<u>Physical</u>
All classes of certificates other than the R and RL Classes	R and RL Classes

Exchanging Certificates Through Combination and Recombination

If you own certificates of a class designated as “exchangeable” on the cover of this prospectus supplement, you will be able to exchange them for a proportionate interest in the related RCR certificates. Schedule 1 lists the available combinations of the certificates eligible for exchange and the related RCR certificates. You can exchange your certificates by notifying us and paying an exchange fee. We will deliver the RCR certificates upon such exchange.

We will apply principal and interest payments from exchanged REMIC certificates to the corresponding RCR certificates, on a pro rata basis, following any exchange.

Interest Rates

During each interest accrual period, the fixed rate classes will bear interest at the applicable annual interest rates listed on the cover of this prospectus supplement or on Schedule 1.

During the initial interest accrual period, the Floating Rate and Inverse Floating Rate Classes (other than the FL Class) will bear interest at the initial interest rates listed below. During each

subsequent interest accrual period, the Floating Rate and Inverse Floating Rate Classes (other than the FL Class) will bear interest based on the formulas indicated below, but always subject to the specified maximum and minimum interest rates:

<u>Class</u>	<u>Initial Interest Rate</u>	<u>Maximum Interest Rate</u>	<u>Minimum Interest Rate</u>	<u>Formula for Calculation of Interest Rate(1)</u>
FD	1.17333%	6.50%	0.40%	LIBOR + 40 basis points
SD	5.32667%	6.10%	0.00%	6.1% – LIBOR
FN	1.17333%	6.50%	0.40%	LIBOR + 40 basis points
SE	5.32667%	6.10%	0.00%	6.1% – LIBOR
FG	1.17333%	6.50%	0.40%	LIBOR + 40 basis points
SG	5.32667%	6.10%	0.00%	6.1% – LIBOR
FH	1.17333%	6.50%	0.40%	LIBOR + 40 basis points
SH	5.32667%	6.10%	0.00%	6.1% – LIBOR
FE	1.17333%	6.50%	0.40%	LIBOR + 40 basis points
FJ	1.22333%	6.00%	0.45%	LIBOR + 45 basis points
SJ	4.77667%	5.55%	0.00%	5.55% – LIBOR

(1) We will establish LIBOR on the basis of the “ICE Method.”

During each interest accrual period, the FL and SL Classes will bear interest at the applicable annual rates described under “Description of the Certificates—Distributions of Interest—*The FL Class*” and “—*The SL Class*,” respectively, in this prospectus supplement.

Notional Classes

The notional principal balances of the notional classes specified below will equal the percentages of the outstanding balances specified below immediately before the related distribution date:

<u>Class</u>	
AI	28.5714284831% of the AE Class
VI	28.5714270802% of the VN Class
SD	100% of the FD Class
SE	100% of the FN Class
EI	18.1818161424% of the EB Class
SG	100% of the FG Class
CI	42.8571428571% of the CE Class
SH	100% of the FH Class
SL	100% of the FL Class
BI	28.5714283021% of the <i>sum</i> of AE and VN Classes
SJ	100% of the <i>sum</i> of the HA and FH Classes

Distributions of Principal

For a description of the principal payment priorities, see “Description of the Certificates—Distributions of Principal” in this prospectus supplement.

Weighted Average Lives (years)*

<u>Group 1 Classes</u>	<u>PSA Prepayment Assumption</u>					
	<u>0%</u>	<u>100%</u>	<u>175%</u>	<u>300%</u>	<u>400%</u>	<u>600%</u>
AE, AI, AG, AH, AB, AJ and AK	14.9	5.3	3.6	2.3	1.8	1.3
VA	6.0	6.0	5.9	5.0	4.2	3.1
VN, VI, VM, VP, VT, VW and VY	16.0	12.8	9.1	5.8	4.4	3.0
ZA	27.3	20.0	16.0	11.3	8.9	6.0
AY	27.3	18.6	14.0	9.4	7.2	4.8
BD, BE, BH, BA, BK, BL and BI	15.1	6.3	4.3	2.8	2.2	1.5

<u>Group 2 Classes</u>	<u>PSA Prepayment Assumption</u>							
	<u>0%</u>	<u>100%</u>	<u>266%</u>	<u>500%</u>	<u>800%</u>	<u>1100%</u>	<u>1400%</u>	<u>1600%</u>
FD and SD	20.5	7.8	4.5	2.6	1.5	0.9	0.6	0.3
FN and SE	20.5	7.9	4.6	2.6	1.5	0.9	0.6	0.3
EB, EI, EC, EA, EG, EH, EJ and FE ...	20.5	7.9	4.6	2.6	1.5	0.9	0.6	0.3

<u>Group 3 Classes</u>	<u>PSA Prepayment Assumption</u>							
	<u>0%</u>	<u>100%</u>	<u>200%</u>	<u>500%</u>	<u>800%</u>	<u>1100%</u>	<u>1400%</u>	<u>1600%</u>
GB, FG, SG, GC, GA, GD and GE	20.2	7.3	5.3	2.5	1.5	0.9	0.6	0.3

<u>Group 4 Classes</u>	<u>PSA Prepayment Assumption</u>					
	<u>0%</u>	<u>100%</u>	<u>225%</u>	<u>400%</u>	<u>600%</u>	<u>800%</u>
CE, CI, CG, CH and CA	15.7	6.6	3.9	2.7	2.1	1.8
VC	6.0	6.0	5.9	4.9	3.9	3.2
VD	16.0	14.3	9.1	5.8	4.1	3.3
ZC	27.8	21.5	15.2	10.1	7.1	5.4
CY	27.8	20.6	13.5	8.5	5.9	4.5

<u>Group 5 Classes</u>	<u>PSA Prepayment Assumption</u>								
	<u>0%</u>	<u>100%</u>	<u>335%</u>	<u>500%</u>	<u>800%</u>	<u>1100%</u>	<u>1400%</u>	<u>1700%</u>	<u>1900%</u>
HA, FH, SH, FJ and SJ	20.8	7.5	3.7	2.6	1.5	0.9	0.6	0.1	0.1

<u>Group 6 Classes</u>	<u>CPR Prepayment Assumption</u>						
	<u>0%</u>	<u>5%</u>	<u>10%</u>	<u>15%</u>	<u>25%</u>	<u>50%</u>	<u>75%</u>
FL and SL	10.2	7.5	5.7	4.5	3.0	1.4	0.7

* Determined as specified under “Yield, Maturity and Prepayment Considerations—Weighted Average Lives and Final Distribution Dates” in the REMIC Prospectus.

DESCRIPTION OF THE CERTIFICATES

The material under this heading describes the principal features of the Certificates. You will find additional information about the Certificates in the other sections of this prospectus supplement, as well as in the additional Disclosure Documents and the Trust Agreement. If we use a capitalized term in this prospectus supplement without defining it, you will find the definition of that term in the applicable Disclosure Document or in the Trust Agreement.

General

Structure. We will create the Fannie Mae REMIC Trust specified on the cover of this prospectus supplement (the “Trust”) pursuant to a trust agreement dated as of May 1, 2010 and a supplement thereto dated as of January 1, 2017 (the “Issue Date”). We will issue the Guaranteed REMIC Pass-Through Certificates (the “REMIC Certificates”) pursuant to that trust agreement and supplement. We will issue the Combinable and Recombinable REMIC Certificates (the “RCR Certificates” and, together with the REMIC Certificates, the “Certificates”) pursuant to a separate trust agreement dated as of May 1, 2010 and a supplement thereto dated as of the Issue Date (together with the trust agreement and supplement relating to the REMIC Certificates, the “Trust Agreement”). We will execute the Trust Agreement in our corporate capacity and as trustee (the “Trustee”). In general, the term “Classes” includes the Classes of REMIC Certificates and RCR Certificates.

The assets of the Trust will include:

- five groups of Fannie Mae Guaranteed Mortgage Pass-Through Certificates having fixed pass-through rates (the “Group 1 MBS,” “Group 2 MBS,” “Group 3 MBS,” “Group 4 MBS” and “Group 5 MBS,” and together, the “Fixed Rate MBS”), and
- one group of Fannie Mae Guaranteed Mortgage Pass-Through Certificates having variable pass-through rates (the “Group 6 MBS” or “ARM MBS”).

The Fixed Rate MBS and the ARM MBS are referred to collectively as the “MBS.”

Each MBS represents a beneficial ownership interest in a pool of first lien, one- to four-family (“single-family”), fixed-rate or adjustable rate residential mortgage loans (the “Mortgage Loans”) having the characteristics described in this prospectus supplement.

The Trust will include the “Lower Tier REMIC” and “Upper Tier REMIC” as “real estate mortgage investment conduits” (each, a “REMIC”) under the Internal Revenue Code of 1986, as amended (the “Code”).

The following chart contains information about the assets, the “regular interests” and the “residual interests” of each REMIC. The REMIC Certificates other than the R and RL Classes are collectively referred to as the “Regular Classes” or “Regular Certificates,” and the R and RL Classes are collectively referred to as the “Residual Classes” or “Residual Certificates.”

<u>REMIC Designation</u>	<u>Assets</u>	<u>Regular Interests</u>	<u>Residual Interest</u>
Lower Tier REMIC	MBS	Interests in the Lower Tier REMIC other than the RL Class (the “Lower Tier Regular Interests”)	RL
Upper Tier REMIC	Lower Tier Regular Interests	All Classes of REMIC Certificates other than the R and RL Classes	R

Fannie Mae Guaranty. For a description of our guaranties of the Certificates and the MBS, see the applicable discussions appearing under the heading “Fannie Mae Guaranty” in the REMIC

Prospectus and the MBS Prospectus. Our guaranties are not backed by the full faith and credit of the United States.

Characteristics of Certificates. Except as specified below, we will issue the Certificates in book-entry form on the book-entry system of the U.S. Federal Reserve Banks. Entities whose names appear on the book-entry records of a Federal Reserve Bank as having had Certificates deposited in their accounts are “Holders” or “Certificateholders.”

We will issue the Residual Certificates in fully registered, certificated form. The “Holder” or “Certificateholder” of a Residual Certificate is its registered owner. A Residual Certificate can be transferred at the corporate trust office of the Transfer Agent, or at the office of the Transfer Agent in New York, New York. U.S. Bank National Association in Boston, Massachusetts will be the initial Transfer Agent. We may impose a service charge for any registration of transfer of a Residual Certificate and may require payment to cover any tax or other governmental charge. See also “—Characteristics of the Residual Classes” below.

Authorized Denominations. We will issue the Certificates in the following denominations:

<u>Classes</u>	<u>Denominations</u>
Interest Only and Inverse Floating Rate Classes	\$100,000 minimum plus whole dollar increments
All other Classes (except the R and RL Classes)	\$1,000 minimum plus whole dollar increments

The Fixed Rate MBS

The Fixed Rate MBS provide that principal and interest on the related Mortgage Loans are passed through monthly. The Mortgage Loans underlying the Fixed Rate MBS are conventional, fixed-rate, fully-amortizing mortgage loans secured by first mortgages or deeds of trust on single-family residential properties. These Mortgage Loans have original maturities of up to 30 years.

In addition, the pools of mortgage loans backing the Group 4 MBS have been designated as pools that include “jumbo-conforming” or “high balance” mortgage loans as described further under “The Mortgage Loans—Mortgage Loans with Original Principal Balances Exceeding our Traditional Conforming Loan Limits” in the MBS Prospectus dated June 1, 2016. For periodic updates to that description, please refer to the Pool Prefix Glossary available on our Web site at www.fanniemae.com. For additional information about the particular pools underlying the Group 4 MBS, see the Final Data Statement for the Trust and the related prospectus supplement for each MBS. See also “Risk Factors—Risks Relating to Yield and Prepayment—*“Jumbo-conforming” mortgage loans, which have original principal balances that exceed our traditional conforming loan limits, may prepay at different rates than conforming balance mortgage loans generally*” in the MBS Prospectus dated June 1, 2016.

Furthermore, the pools of Mortgage Loans backing the Group 5 MBS have been designated as pools of “reperforming loans” as described further under “The Mortgage Loans—Previously Delinquent Mortgage Loans—*Reperforming Loans*” in the MBS Prospectus dated June 1, 2016. These loans are conventional, unmodified mortgage loans that became delinquent after we initially acquired them but were current as of the issue date of each related MBS. For periodic updates to that description, please refer to the Pool Prefix Glossary available on our Web site at www.fanniemae.com. For additional information about the particular pools underlying the Group 5 MBS, see the Final Data Statement for the Trust and the related prospectus supplement for each MBS. See also “Risk Factors—Risks Relating to Yield and Prepayment—*Mortgage loans that became delinquent after we initially acquired them, and that in some cases may have been modified, may perform differently than do mortgage loans without a history of delinquency*” in the MBS Prospectus dated June 1, 2016.

For additional information, see “Summary—Group 1, Group 2, Group 3, Group 4 and Group 5—Characteristics of the Fixed Rate MBS” in this prospectus supplement and “The Mortgage Loan Pools” and “Yield, Maturity and Prepayment Considerations” in the MBS Prospectus.

The ARM MBS

Unless otherwise specified, references in this section to percentages of the Hybrid ARM Loans are in each case measured by aggregate principal balance of the Hybrid ARM Loans at the Issue Date.

General

The Mortgage Loans underlying the ARM MBS in Group 6 (the “Hybrid ARM Loans”) will have the general characteristics described in the MBS Prospectus. In addition, we assume that the Hybrid ARM Loans will have the characteristics listed in the first table on Exhibit A to this prospectus supplement. The ARM MBS provide that principal and interest on the Hybrid ARM Loans are passed through monthly, beginning in the month after we issue the ARM MBS. The Hybrid ARM Loans generally are conventional, adjustable-rate mortgage loans secured by first mortgages or deeds of trust on single-family residential properties. The Hybrid ARM Loans have original maturities of up to 30 years. See “Description of the Certificates,” “The Mortgage Loan Pools,” “The Mortgage Loans—Adjustable-Rate Mortgage Loans (ARM Loans)” and “Yield, Maturity and Prepayment Considerations” in the MBS Prospectus. See also the second table in Exhibit A to this prospectus supplement for the pool numbers of the ARM MBS expected to be included in the Lower Tier REMIC.

Characteristics of the Hybrid ARM Loans

Applicable Index

After the initial fixed-rate period, the interest rate (the “ARM Rate”) for the Hybrid ARM Loans will adjust annually, based on the One-Year WSJ LIBOR Index as available generally 25 days or 45 days, as applicable, prior to the related interest rate adjustment date. See “The Mortgage Loans—Adjustable-Rate Mortgage Loans (ARM Loans)—*ARM Indices*” in the MBS Prospectus for a description of the index. If the index becomes unavailable, an alternative index will be determined in accordance with the terms of the related mortgage note.

Initial Interest Only Periods

The scheduled monthly payments on approximately 33% of the Hybrid ARM Loans represented accrued interest only for periods that may range up to 10 years following origination. Beginning with the first monthly payment following the expiration of the applicable interest only period, the related loan documents provide that the scheduled monthly payment on each of the related Hybrid ARM Loans will be increased by an amount sufficient to pay accrued interest at the then current rate and to fully amortize the Hybrid ARM Loan by its scheduled maturity date. See “Risk Factors—Risks Relating to Yield and Prepayment—*Fixed-rate and ARM loans with long initial interest-only payment periods may be more likely to be refinanced or become delinquent than other mortgage loans*” in the MBS Prospectus dated June 1, 2016.

Initial Fixed-Rate Periods

For the following approximate percentages of the Hybrid ARM Loans, the interest rates were fixed for the initial periods from origination reflected in the following table (the “Initial Fixed Rate”):

<u>Initial Fixed-Rate Period</u>	
<u>5 years</u>	<u>7 years</u>
70%	30%

ARM Rate Changes

After the initial fixed-rate period, the ARM Rate of each Hybrid ARM Loan is set annually, subject to the caps and floors described below, to equal the *sum* of (i) the applicable index value *plus* (ii) a specified percentage amount (the “ARM Margin”) that the lender established when the Hybrid ARM Loan was originated.

Initial ARM Rate Change Caps

For the interest rate adjustment immediately following the end of the initial fixed-rate period, the ARM Rate for each Hybrid ARM Loan generally may not deviate by more than 5 percentage points from the related Initial Fixed Rate.

Subsequent ARM Rate Change Caps

On each annual ARM Rate adjustment date thereafter, the ARM Rate for each Hybrid ARM Loan generally may not deviate by more than 2 percentage points from the related ARM Rate in effect immediately prior to that adjustment date.

Lifetime Cap and Floor

The ARM Rate for each Hybrid ARM Loan, when adjusted on its annual adjustment date, may not be greater than the maximum ARM Rate (lifetime rate cap) or less than its minimum ARM Rate (lifetime floor), as specified in the related mortgage note.

Monthly Payments

After the initial fixed-rate period, the amount of a borrower’s monthly payment is generally subject to change on each anniversary of the date specified in the related mortgage note.

Each new monthly payment amount will be calculated to equal an amount necessary to pay interest at the new ARM Rate, adjusted as described above, and, except in the case of any loan that may still be in its initial interest only payment period, to fully amortize the outstanding principal balance of the Hybrid ARM Loan on a level debt service basis over the remainder of its term.

Distributions of Interest

General. The Certificates will bear interest at the rates specified in this prospectus supplement. Interest to be paid on each Certificate (or added to principal, in the case of the Accrual Classes) on a Distribution Date will consist of one month’s interest on the outstanding balance of that Certificate immediately prior to that Distribution Date. For a description of the Accrual Classes, see “—*Accrual Classes*” below.

The Floating Rate and Inverse Floating Rate Classes will bear interest at interest rates based on LIBOR. We currently establish LIBOR on the basis of the “ICE Method” as generally described under “Description of the Certificates—Distributions on Certificates—*Interest Distributions—Indices for Floating Rate Classes and Inverse Floating Rate Classes*” in the REMIC Prospectus. For a description of recent developments affecting LIBOR calculations, see “Risk Factors—Risks Relating to Yield and Prepayment—*Intercontinental Exchange Benchmark Administration is the new LIBOR administrator*” in the REMIC Prospectus.

Delay Classes and No-Delay Classes. The “Delay” Classes and “No-Delay” Classes are set forth in the following table:

<u>Delay Classes</u>	<u>No-Delay Classes</u>
Fixed Rate Classes and the FL and SL Classes	Floating Rate and Inverse Floating Rate Classes (other than the FL Class)

See “Description of the Certificates—Distributions on Certificates—*Interest Distributions*” in the REMIC Prospectus.

Accrual Classes. The ZA and ZC Classes are Accrual Classes. Interest will accrue on each Accrual Class at the applicable annual rate specified on the cover of this prospectus supplement. However, we will not pay any interest on the Accrual Classes. Instead, interest accrued on each Accrual Class will be added as principal to its principal balance on each Distribution Date. We will pay principal on the Accrual Classes as described under “—Distributions of Principal” below.

The FL Class. On each Distribution Date, we will pay interest on the FL Class in an amount equal to one month’s interest at an annual rate equal to the *lesser* of

- LIBOR + 45 basis points (but in no event less than 0.45%)

or

- the Weighted Average Group 6 MBS Pass-Through Rate.

The “Weighted Average Group 6 MBS Pass-Through Rate” for any Distribution Date is equal to the weighted average of the pass-through rates of the Group 6 MBS for that Distribution Date (weighted on the basis of the principal balances of the Group 6 MBS after giving effect to distributions of principal made on the immediately preceding Distribution Date).

During the initial interest accrual period, the FL Class will bear interest at an annual rate of 1.220%. Our determination of the interest rate for the FL Class will be final and binding in the absence of manifest error. You may obtain each such interest rate by telephoning us at 800-2FANNIE.

The SL Class. On each Distribution Date, we will pay interest on the SL Class at an annual rate equal to the *product* of

- a fraction, expressed as a percentage, the numerator of which is the *excess*, if any, of
 - the aggregate amount of interest then paid on the Group 6 MBS

over

- the interest payable on the FL Class on that Distribution Date,

and the denominator of which is the notional principal balance of the SL Class immediately preceding that Distribution Date,

multiplied by

- 12.

During the initial interest accrual period, the SL Class is expected to bear interest at an annual rate of approximately 1.846%. Our determination of the interest rate for the SL Class will be final and binding in the absence of manifest error. You may obtain each such interest rate by telephoning us at 800-2FANNIE.

Distributions of Principal

On the Distribution Date in each month, we will make payments of principal on the Classes of REMIC Certificates as described below. Following any exchange of REMIC Certificates for RCR Certificates, we will apply principal payments from the exchanged REMIC Certificates to the corresponding RCR Certificates on a pro rata basis.

- *Group 1*

The ZA Accrual Amount to VA and VN, in that order, until retired, and thereafter to ZA.

} Accretion
Directed
Classes and
Accrual Class

The Group 1 Cash Flow Distribution Amount to AE, VN, VA and ZA, in that order, until retired. } Sequential Pay Classes

The “ZA Accrual Amount” is any interest then accrued and added to the principal balance of the ZA Class.

The “Group 1 Cash Flow Distribution Amount” is the principal then paid on the Group 1 MBS.

- *Group 2*

The Subgroup 2a Principal Distribution Amount to EB and FD, in the proportions of 28.5714285714% and 71.4285714286%, respectively, until retired. } Pass-Through Classes

The Subgroup 2b Principal Distribution Amount to EB and FN, in the proportions of 28.5714291426% and 71.4285708574%, respectively, until retired.

The “Subgroup 2a Principal Distribution Amount” is the principal then paid on the Subgroup 2a MBS.

The “Subgroup 2b Principal Distribution Amount” is the principal then paid on the Subgroup 2b MBS.

- *Group 3*

The Group 3 Principal Distribution Amount to GB and FG, pro rata, until retired. } Pass-Through Classes

The “Group 3 Principal Distribution Amount” is the principal then paid on the Group 3 MBS.

- *Group 4*

The ZC Accrual Amount to VC and VD, in that order, until retired, and thereafter to ZC. } Accretion Directed Classes and Accrual Class

The Group 4 Cash Flow Distribution Amount to CE, VD, VC and ZC, in that order, until retired. } Sequential Pay Classes

The “ZC Accrual Amount” is any interest then accrued and added to the principal balance of the ZC Class.

The “Group 4 Cash Flow Distribution Amount” is the principal then paid on the Group 4 MBS.

- *Group 5*

The Group 5 Principal Distribution Amount to HA and FH, pro rata, until retired. } Pass-Through Classes

The “Group 5 Principal Distribution Amount” is the principal then paid on the Group 5 MBS.

- *Group 6*

The Group 6 Principal Distribution Amount to FL until retired. } Pass-Through Class

The “Group 6 Principal Distribution Amount” is the principal then paid on the Group 6 MBS.

Structuring Assumptions

Pricing Assumptions. Except where otherwise noted, the information in the tables in this prospectus supplement has been prepared based on the following assumptions (the “Pricing Assumptions”):

- the Mortgage Loans underlying the Fixed Rate MBS have the original terms to maturity, remaining terms to maturity, loan ages and interest rates specified under “Summary—Group 1, Group 2, Group 3, Group 4 and Group 5—Assumed Characteristics of the Underlying Mortgage Loans” in this prospectus supplement;
- the Hybrid ARM Loans have the characteristics set forth in Exhibit A to this prospectus supplement;
- with respect to the Hybrid ARM Loans, the One-Year WSJ LIBOR Index value is and remains 1.70%;
- the Mortgage Loans prepay at the constant percentages of PSA or CPR, as applicable, specified in the related tables;
- the settlement date for the Certificates is January 31, 2017; and
- each Distribution Date occurs on the 25th day of a month.

The actual remaining terms to maturity, loan ages and interest rates of most of the mortgage loans underlying the Fixed Rate MBS will differ from the assumed characteristics shown in the Summary, and may differ significantly. See “Risk Factors—Risks Relating to Yield and Prepayment—*Yields on and weighted average lives of the certificates are affected by actual characteristics of the mortgage loans backing the series trust assets*” in the REMIC Prospectus.

Prepayment Assumptions. The prepayment model used in this prospectus supplement with respect to all Classes other than the Group 6 Classes is PSA. For a description of PSA, see “Yield, Maturity and Prepayment Considerations—Prepayment Models” in the REMIC Prospectus.

The prepayment model used in this prospectus supplement with respect to the Group 6 Classes is CPR. For a description of CPR, see “Yield, Maturity and Prepayment Considerations—Prepayment Models” in the REMIC Prospectus.

It is highly unlikely that prepayments will occur at any *constant* PSA or CPR rate, as applicable, or at any other *constant* rate.

Yield Tables and Additional Yield Considerations

General. The tables below illustrate the sensitivity of the pre-tax corporate bond equivalent yields to maturity of the applicable Classes to various constant percentages of PSA and, where specified, to changes in the Index. **The tables below are provided for illustrative purposes only and are not intended as a forecast or prediction of the actual yields on the applicable Classes.** We calculated the yields set forth in the tables by

- determining the monthly discount rates that, when applied to the assumed streams of cash flows to be paid on the applicable Classes, would cause the discounted present values of the assumed streams of cash flows to equal the assumed aggregate purchase prices of those Classes, and
- converting the monthly rates to corporate bond equivalent rates.

These calculations do not take into account variations in the interest rates at which you could reinvest distributions on the Certificates. Accordingly, these calculations do not illustrate the return on any investment in the Certificates when reinvestment rates are taken into account.

We cannot assure you that

- the pre-tax yields on the applicable Certificates will correspond to any of the pre-tax yields shown here, or
- the aggregate purchase prices of the applicable Certificates will be as assumed.

In addition, it is unlikely that the Index will correspond to the levels shown here. Furthermore, because some of the Mortgage Loans are likely to have remaining terms to maturity shorter or longer than those assumed and interest rates higher or lower than those assumed, the principal payments (or notional principal balance reductions) on the Certificates are likely to differ from those assumed. This would be the case even if all Mortgage Loans prepay at the indicated constant percentages of PSA. Moreover, it is unlikely that

- the Mortgage Loans will prepay at a constant PSA rate until maturity,
- all of the Mortgage Loans will prepay at the same rate, or
- the level of the Index will remain constant.

The Fixed Rate Interest Only Classes. The yields to investors in the Fixed Rate Interest Only Classes will be very sensitive to the rate of principal payments (including prepayments) of the related Mortgage Loans. The Mortgage Loans generally can be prepaid at any time without penalty. On the basis of the assumptions described below, the yield to maturity on each Fixed Rate Interest Only Class would be 0% if prepayments of the related Mortgage Loans were to occur at the following constant rates:

<u>Class</u>	<u>% PSA</u>
AI	184%
VI	276%
EI	328%
CI	245%
BI	206%

For any Fixed Rate Interest Only Class, if the actual prepayment rate of the related Mortgage Loans were to exceed the level specified for as little as one month while equaling that level for the remaining months, the investors in that Class would lose money on their initial investments.

The information shown in the following yield tables has been prepared on the basis of the Pricing Assumptions and the assumption that the aggregate purchase prices of the Fixed Rate Interest Only Classes (expressed in each case as a percentage of original principal balance) are as follows:

<u>Class</u>	<u>Price*</u>
AI	11.859375%
VI	21.562500%
EI	20.890625%
CI	12.765625%
BI	13.015625%

* The prices do not include accrued interest. Accrued interest has been added to the prices in calculating the yields set forth in the tables below.

In the following yield tables, the symbol * is used to represent a yield of less than (99.9)%.

Sensitivity of the AI Class to Prepayments

	PSA Prepayment Assumption					
	50%	100%	175%	300%	400%	600%
Pre-Tax Yields to Maturity	20.6%	13.7%	1.5%	(21.1)%	(39.4)%	(73.4)%

Sensitivity of the VI Class to Prepayments

	PSA Prepayment Assumption					
	50%	100%	175%	300%	400%	600%
Pre-Tax Yields to Maturity	14.5%	13.3%	9.0%	(2.5)%	(13.7)%	(38.6)%

Sensitivity of the EI Class to Prepayments

	PSA Prepayment Assumption							
	50%	100%	266%	500%	800%	1100%	1400%	1600%
Pre-Tax Yields to Maturity	19.4%	16.0%	4.5%	(13.1)%	(38.4)%	(69.0)%	*	*

Sensitivity of the CI Class to Prepayments

	PSA Prepayment Assumption					
	50%	100%	225%	400%	600%	800%
Pre-Tax Yields to Maturity	20.5%	15.8%	2.2%	(17.0)%	(36.2)%	(52.0)%

Sensitivity of the BI Class to Prepayments

	PSA Prepayment Assumption					
	50%	100%	175%	300%	400%	600%
Pre-Tax Yields to Maturity	19.2%	13.8%	4.3%	(14.0)%	(29.6)%	(60.3)%

The Inverse Floating Rate Classes. The yields on the Inverse Floating Rate Classes will be sensitive in varying degrees to the rate of principal payments (including prepayments) of the related Mortgage Loans and to the level of the Index. The Mortgage Loans generally can be prepaid at any time without penalty. In addition, the rate of principal payments (including prepayments) of the related Mortgage Loans is likely to vary, and may vary considerably, from pool to pool. As illustrated in the tables below, it is possible that investors in the Inverse Floating Rate Classes would lose money on their initial investments under certain Index and prepayment scenarios.

Changes in the Index may not correspond to changes in prevailing mortgage interest rates. It is possible that lower prevailing mortgage interest rates, which might be expected to result in faster prepayments, could occur while the level of the Index increased.

The information shown in the following yield tables has been prepared on the basis of the Pricing Assumptions and the assumptions that

- the interest rates for the Inverse Floating Rate Classes for the initial Interest Accrual Period are the rates listed in the table under “Summary—Interest Rates” in this prospectus supplement and for each following Interest Accrual Period will be based on the specified levels of the Index, and

- the aggregate purchase prices of those Classes (expressed in each case as a percentage of original principal balance) are as follows:

<u>Class</u>	<u>Price*</u>
SD	15.515625%
SE	15.312500%
SG	15.500000%
SH	14.171875%
SJ	12.281250%

* The prices do not include accrued interest. Accrued interest has been added to the prices in calculating the yields set forth in the tables below.

In the following yield tables, the symbol * is used to represent a yield of less than (99.9)%.

**Sensitivity of the SD Class to Prepayments and LIBOR
(Pre-Tax Yields to Maturity)**

LIBOR		PSA Prepayment Assumption							
		50%	100%	266%	500%	800%	1100%	1400%	1600%
0.38667%	.....	31.9%	28.4%	16.2%	(2.2)%	(28.8)%	(60.8)%	*	*
0.77333%	.....	29.0%	25.6%	13.6%	(4.6)%	(31.0)%	(62.6)%	*	*
2.77333%	.....	14.2%	10.9%	(0.4)%	(17.6)%	(42.4)%	(72.2)%	*	*
4.77333%	.....	(3.0)%	(6.0)%	(16.5)%	(32.4)%	(55.3)%	(83.7)%	*	*
6.10000%	.....	*	*	*	*	*	*	*	*

**Sensitivity of the SE Class to Prepayments and LIBOR
(Pre-Tax Yields to Maturity)**

LIBOR	PSA Prepayment Assumption							
	50%	100%	266%	500%	800%	1100%	1400%	1600%
0.38667%	32.7%	29.1%	17.0%	(1.5)%	(28.2)%	(60.3)%	*	*
0.77333%	29.8%	26.3%	14.3%	(4.0)%	(30.4)%	(62.2)%	*	*
2.77333%	14.8%	11.5%	0.2%	(17.0)%	(41.9)%	(71.8)%	*	*
4.77333%	(2.4)%	(5.4)%	(15.9)%	(31.8)%	(54.8)%	(83.1)%	*	*
6.10000%	*	*	*	*	*	*	*	*

**Sensitivity of the SG Class to Prepayments and LIBOR
(Pre-Tax Yields to Maturity)**

LIBOR		PSA Prepayment Assumption							
		50%	100%	200%	500%	800%	1100%	1400%	1600%
0.38667%	.....	31.1%	27.6%	20.4%	(2.8)%	(29.4)%	(61.2)%	*	*
0.77333%	.....	28.3%	24.8%	17.7%	(5.3)%	(31.6)%	(63.1)%	*	*
2.77333%	.....	13.2%	9.9%	3.3%	(18.4)%	(43.0)%	(72.7)%	*	*
4.77333%	.....	(4.4)%	(7.4)%	(13.6)%	(33.5)%	(56.3)%	(84.4)%	*	*
6.10000%	.....	*	*	*	*	*	*	*	*

**Sensitivity of the SH Class to Prepayments and LIBOR
(Pre-Tax Yields to Maturity)**

LIBOR	PSA Prepayment Assumption								
	50%	100%	335%	500%	800%	1100%	1400%	1700%	1900%
0.38667%	35.7%	32.1%	14.5%	1.2%	(25.9)%	(58.3)%	*	*	*
0.77333%	32.6%	29.0%	11.6%	(1.6)%	(28.3)%	(60.3)%	*	*	*
2.77333%	16.2%	12.9%	(3.4)%	(15.8)%	(40.8)%	(70.8)%	*	*	*
4.77333%	(2.3)%	(5.4)%	(20.4)%	(31.8)%	(54.8)%	(83.1)%	*	*	*
6.10000%	*	*	*	*	*	*	*	*	*

**Sensitivity of the SJ Class to Prepayments and LIBOR
(Pre-Tax Yields to Maturity)**

LIBOR	PSA Prepayment Assumption								
	50%	100%	335%	500%	800%	1100%	1400%	1700%	1900%
0.38667%	37.7%	34.1%	16.4%	2.9%	(24.3)%	(57.0)%	*	*	*
0.77333%	34.1%	30.6%	13.0%	(0.2)%	(27.1)%	(59.4)%	*	*	*
2.77333%	15.2%	11.9%	(4.3)%	(16.6)%	(41.5)%	(71.5)%	*	*	*
4.77333%	(7.7)%	(10.6)%	(25.3)%	(36.4)%	(58.8)%	(86.8)%	*	*	*
5.55000%	*	*	*	*	*	*	*	*	*

The SL Class. The yield to investors in the SL Class will be very sensitive to the rate of principal payments (including prepayments) of the Hybrid ARM Loans and to the level of LIBOR. The yield will also be sensitive to the weighted average interest rate of the Hybrid ARM Loans. The Hybrid ARM Loans can be prepaid at any time without penalty. In addition, the rate of principal payments (including prepayments) of the Hybrid ARM Loans is likely to vary, and may vary considerably, from pool to pool. Under certain high prepayment or high LIBOR scenarios, in particular, it is possible that investors in the SL Class would lose money on their initial investments.

Weighted Average Lives of the Certificates

For a description of how the weighted average life of a Certificate is determined, see “Yield, Maturity and Prepayment Considerations—Weighted Average Lives and Final Distribution Dates” in the REMIC Prospectus.

In general, the weighted average lives of the Certificates will be shortened if the level of prepayments of principal of the related Mortgage Loans increases. However, the weighted average lives will depend upon a variety of other factors, including

- the timing of changes in the rate of principal distributions, and
- the priority sequence of distributions of principal of the Group 1 and Group 4 Classes.

See “—Distributions of Principal” above.

The effect of these factors may differ as to various Classes and the effects on any Class may vary at different times during the life of that Class. Accordingly, we can give no assurance as to the weighted average life of any Class. Further, to the extent the prices of the Certificates represent discounts or premiums to their original principal balances, variability in the weighted average lives of those Classes of Certificates could result in variability in the related yields to maturity. For an example of how the weighted average lives of the Classes may be affected at various constant prepayment rates, see the Decrement Tables below.

Decrement Tables

The following tables indicate the percentages of original principal balances of the specified Classes that would be outstanding after each date shown at various constant PSA or CPR rates, as applicable, and the corresponding weighted average lives of those Classes. The tables have been prepared on the basis of the Pricing Assumptions.

In the case of the information set forth for each Class (other than the Group 6 Classes) under 0% PSA, however, we assumed that the Mortgage Loans have the original and remaining terms to maturity and bear interest at the annual rates specified in the table below.

<u>Mortgage Loans Backing Trust Assets Specified Below</u>	<u>Original and Remaining Terms to Maturity</u>	<u>Interest Rates</u>
Group 1 MBS	360 months	6.00%
Group 2 MBS	360 months	8.00%
Group 3 MBS	360 months	7.50%
Group 4 MBS	360 months	6.00%
Group 5 MBS	360 months	8.50%

It is unlikely that all of the Mortgage Loans will have the loan ages, interest rates or remaining terms to maturity assumed, or that the Mortgage Loans will prepay at any *constant* PSA or CPR level, as applicable.

In addition, the diverse remaining terms to maturity of the Mortgage Loans could produce slower or faster principal distributions than indicated in the tables at the specified constant PSA or CPR rates, as applicable, even if the weighted average remaining term to maturity and the weighted average loan age of the Mortgage Loans are identical to the weighted averages specified in the Pricing Assumptions. This is the case because pools of loans with identical weighted averages are nonetheless likely to reflect differing dispersions of the related characteristics.

Percent of Original Principal Balances Outstanding

Date	AE, AI†, AG, AH, AB, AJ and AK Classes					
	PSA Prepayment Assumption					
	0%	100%	175%	300%	400%	600%
Initial Percent	100	100	100	100	100	100
January 2018	98	91	87	79	73	61
January 2019	96	80	70	54	42	19
January 2020	94	69	54	32	17	0
January 2021	92	59	41	15	0	0
January 2022	89	50	29	1	0	0
January 2023	87	41	18	0	0	0
January 2024	84	33	9	0	0	0
January 2025	81	25	*	0	0	0
January 2026	78	18	0	0	0	0
January 2027	75	11	0	0	0	0
January 2028	71	5	0	0	0	0
January 2029	68	0	0	0	0	0
January 2030	64	0	0	0	0	0
January 2031	60	0	0	0	0	0
January 2032	55	0	0	0	0	0
January 2033	51	0	0	0	0	0
January 2034	46	0	0	0	0	0
January 2035	40	0	0	0	0	0
January 2036	35	0	0	0	0	0
January 2037	29	0	0	0	0	0
January 2038	23	0	0	0	0	0
January 2039	16	0	0	0	0	0
January 2040	9	0	0	0	0	0
January 2041	1	0	0	0	0	0
January 2042	0	0	0	0	0	0
Weighted Average						
Life (years)**	14.9	5.3	3.6	2.3	1.8	1.3

Date	VA Class					
	PSA Prepayment Assumption					
	0%	100%	175%	300%	400%	600%
Initial Percent	100	100	100	100	100	100
January 2018	93	93	93	93	93	93
January 2019	85	85	85	85	85	85
January 2020	77	77	77	77	77	77
January 2021	69	69	69	69	69	0
January 2022	60	60	60	60	57	0
January 2023	51	51	51	51	0	0
January 2024	42	42	42	9	0	0
January 2025	33	33	33	0	0	0
January 2026	23	23	23	0	0	0
January 2027	13	13	13	0	0	0
January 2028	2	2	0	0	0	0
January 2029	0	0	0	0	0	0
Weighted Average						
Life (years)**	6.0	6.0	5.9	5.0	4.2	3.1

* Indicates an outstanding balance greater than 0% and less than 0.5% of the original principal balance.

** Determined as specified under “Yield, Maturity and Prepayment Considerations—Weighted Average Lives and Final Distribution Dates” in the REMIC Prospectus.

† In the case of a Notional Class, the Decrement Table indicates the percentage of the original notional principal balance outstanding.

VN, VI†, VM, VP, VT, VW and VY Classes						
Date	PSA Prepayment Assumption					
	0%	100%	175%	300%	400%	600%
Initial Percent	100	100	100	100	100	100
January 2018	100	100	100	100	100	100
January 2019	100	100	100	100	100	100
January 2020	100	100	100	100	100	44
January 2021	100	100	100	100	90	0
January 2022	100	100	100	100	0	0
January 2023	100	100	100	32	0	0
January 2024	100	100	100	0	0	0
January 2025	100	100	100	0	0	0
January 2026	100	100	52	0	0	0
January 2027	100	100	9	0	0	0
January 2028	100	100	0	0	0	0
January 2029	92	87	0	0	0	0
January 2030	83	41	0	0	0	0
January 2031	72	0	0	0	0	0
January 2032	62	0	0	0	0	0
January 2033	51	0	0	0	0	0
January 2034	40	0	0	0	0	0
January 2035	28	0	0	0	0	0
January 2036	16	0	0	0	0	0
January 2037	3	0	0	0	0	0
January 2038	0	0	0	0	0	0
Weighted Average						
Life (years)**	16.0	12.8	9.1	5.8	4.4	3.0

Date	ZA Class						AY Class					
	PSA Prepayment Assumption						PSA Prepayment Assumption					
	0%	100%	175%	300%	400%	600%	0%	100%	175%	300%	400%	600%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100
January 2018	104	104	104	104	104	104	100	100	100	100	100	100
January 2019	107	107	107	107	107	107	100	100	100	100	100	100
January 2020	111	111	111	111	111	111	100	100	100	100	100	85
January 2021	115	115	115	115	115	108	100	100	100	100	97	53
January 2022	119	119	119	119	119	67	100	100	100	100	72	33
January 2023	123	123	123	123	108	42	100	100	100	82	53	21
January 2024	128	128	128	128	80	26	100	100	100	65	39	13
January 2025	132	132	132	105	59	16	100	100	100	52	29	8
January 2026	137	137	137	83	44	10	100	100	87	41	21	5
January 2027	142	142	142	66	32	6	100	100	75	33	16	3
January 2028	147	147	132	52	23	4	100	100	65	26	12	2
January 2029	152	152	113	41	17	2	100	99	56	20	8	1
January 2030	158	158	97	32	12	1	100	89	48	16	6	1
January 2031	163	161	83	25	9	1	100	80	41	12	4	*
January 2032	169	144	70	20	6	1	100	71	35	10	3	*
January 2033	175	128	59	15	5	*	100	63	29	7	2	*
January 2034	181	113	50	12	3	*	100	56	25	6	2	*
January 2035	188	99	42	9	2	*	100	49	21	4	1	*
January 2036	194	86	34	7	2	*	100	42	17	3	1	*
January 2037	201	74	28	5	1	*	100	36	14	3	1	*
January 2038	203	63	23	4	1	*	100	31	11	2	*	*
January 2039	203	52	18	3	1	*	100	26	9	1	*	*
January 2040	203	43	14	2	*	*	100	21	7	1	*	*
January 2041	203	34	11	1	*	*	100	17	5	1	*	*
January 2042	178	26	8	1	*	*	88	13	4	*	*	*
January 2043	147	18	5	1	*	*	72	9	3	*	*	*
January 2044	113	11	3	*	*	*	56	5	1	*	*	*
January 2045	78	5	1	*	*	*	38	2	1	*	*	*
January 2046	40	0	0	0	0	0	20	0	0	0	0	0
January 2047	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average												
Life (years)**	27.3	20.0	16.0	11.3	8.9	6.0	27.3	18.6	14.0	9.4	7.2	4.8

* Indicates an outstanding balance greater than 0% and less than 0.5% of the original principal balance.
 ** Determined as specified under “Yield, Maturity and Prepayment Considerations—Weighted Average Lives and Final Distribution Dates” in the REMIC Prospectus.
 † In the case of a Notional Class, the Decrement Table indicates the percentage of the original notional principal balance outstanding.

BD, BE, BH, BA, BK, BL and BI† Classes						
Date	PSA Prepayment Assumption					
	0%	100%	175%	300%	400%	600%
Initial Percent	100	100	100	100	100	100
January 2018	98	92	88	82	77	66
January 2019	97	82	74	60	49	30
January 2020	95	73	60	41	28	6
January 2021	93	64	48	26	12	0
January 2022	91	56	38	14	0	0
January 2023	88	49	29	4	0	0
January 2024	86	41	20	0	0	0
January 2025	84	35	13	0	0	0
January 2026	81	29	7	0	0	0
January 2027	78	23	1	0	0	0
January 2028	75	17	0	0	0	0
January 2029	71	11	0	0	0	0
January 2030	66	5	0	0	0	0
January 2031	61	0	0	0	0	0
January 2032	56	0	0	0	0	0
January 2033	51	0	0	0	0	0
January 2034	45	0	0	0	0	0
January 2035	39	0	0	0	0	0
January 2036	32	0	0	0	0	0
January 2037	26	0	0	0	0	0
January 2038	20	0	0	0	0	0
January 2039	14	0	0	0	0	0
January 2040	8	0	0	0	0	0
January 2041	1	0	0	0	0	0
January 2042	0	0	0	0	0	0
Weighted Average						
Life (years)**	15.1	6.3	4.3	2.8	2.2	1.5

Date	FD and SD† Classes								FN and SE† Classes							
	PSA Prepayment Assumption								PSA Prepayment Assumption							
	0%	100%	266%	500%	800%	1100%	1400%	1600%	0%	100%	266%	500%	800%	1100%	1400%	1600%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
January 2018	99	91	82	68	51	33	16	4	99	91	82	68	51	33	16	4
January 2019	98	83	67	46	25	11	2	*	98	83	67	46	26	11	2	*
January 2020	97	76	54	31	13	4	*	*	97	76	54	31	13	4	*	*
January 2021	96	68	44	21	6	1	*	*	96	69	44	21	6	1	*	*
January 2022	95	62	35	14	3	*	*	*	95	62	36	14	3	*	*	*
January 2023	94	55	28	9	2	*	*	0	94	56	29	10	2	*	*	0
January 2024	92	49	23	6	1	*	*	0	92	50	23	6	1	*	*	0
January 2025	91	44	18	4	*	*	*	0	91	45	18	4	*	*	*	0
January 2026	89	39	14	3	*	*	*	0	89	39	14	3	*	*	*	0
January 2027	88	34	11	2	*	*	0	0	88	35	11	2	*	*	0	0
January 2028	86	29	8	1	*	*	0	0	86	30	9	1	*	*	0	0
January 2029	84	25	6	1	*	*	0	0	84	26	7	1	*	*	0	0
January 2030	82	21	5	*	*	*	0	0	82	22	5	*	*	*	0	0
January 2031	79	17	3	*	*	*	0	0	79	18	4	*	*	*	0	0
January 2032	77	13	2	*	*	*	0	0	77	14	3	*	*	*	0	0
January 2033	74	10	2	*	*	*	0	0	74	11	2	*	*	0	0	0
January 2034	71	6	1	*	*	*	0	0	71	8	1	*	*	0	0	0
January 2035	68	3	*	*	*	0	0	0	68	5	1	*	*	0	0	0
January 2036	64	1	*	*	*	0	0	0	64	2	*	*	*	0	0	0
January 2037	60	0	0	0	0	0	0	0	60	0	0	0	0	0	0	0
January 2038	56	0	0	0	0	0	0	0	56	0	0	0	0	0	0	0
January 2039	52	0	0	0	0	0	0	0	52	0	0	0	0	0	0	0
January 2040	47	0	0	0	0	0	0	0	47	0	0	0	0	0	0	0
January 2041	42	0	0	0	0	0	0	0	42	0	0	0	0	0	0	0
January 2042	36	0	0	0	0	0	0	0	36	0	0	0	0	0	0	0
January 2043	30	0	0	0	0	0	0	0	30	0	0	0	0	0	0	0
January 2044	23	0	0	0	0	0	0	0	23	0	0	0	0	0	0	0
January 2045	16	0	0	0	0	0	0	0	16	0	0	0	0	0	0	0
January 2046	8	0	0	0	0	0	0	0	8	0	0	0	0	0	0	0
January 2047	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average																
Life (years)**	20.5	7.8	4.5	2.6	1.5	0.9	0.6	0.3	20.5	7.9	4.6	2.6	1.5	0.9	0.6	0.3

* Indicates an outstanding balance greater than 0% and less than 0.5% of the original principal balance.
 ** Determined as specified under “Yield, Maturity and Prepayment Considerations—Weighted Average Lives and Final Distribution Dates” in the REMIC Prospectus.
 † In the case of a Notional Class, the Decrement Table indicates the percentage of the original notional principal balance outstanding.

Date	EB, EI†, EC, EA, EG, EH, EJ and FE Classes								GB, FG, SG†, GC, GA, GD and GE Classes							
	PSA Prepayment Assumption								PSA Prepayment Assumption							
	0%	100%	266%	500%	800%	1100%	1400%	1600%	0%	100%	200%	500%	800%	1100%	1400%	1600%
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100
January 2018	99	91	82	68	51	33	16	4	99	91	85	68	50	33	15	4
January 2019	98	83	67	46	26	11	2	*	98	82	72	46	25	11	2	*
January 2020	97	76	54	31	13	4	*	*	97	74	61	31	13	4	*	*
January 2021	96	69	44	21	6	1	*	*	96	67	51	21	6	1	*	*
January 2022	95	62	35	14	3	*	*	*	95	60	43	14	3	*	*	*
January 2023	94	56	28	10	2	*	*	0	93	53	36	9	2	*	*	0
January 2024	92	50	23	6	1	*	*	0	92	47	30	6	1	*	*	0
January 2025	91	44	18	4	*	*	*	0	90	41	24	4	*	*	*	0
January 2026	89	39	14	3	*	*	*	0	89	36	20	3	*	*	*	0
January 2027	88	34	11	2	*	*	0	0	87	30	16	2	*	*	0	0
January 2028	86	30	9	1	*	*	0	0	85	26	12	1	*	*	0	0
January 2029	84	25	7	1	*	*	0	0	83	21	10	1	*	*	0	0
January 2030	82	21	5	*	*	*	0	0	80	17	7	*	*	*	0	0
January 2031	79	18	4	*	*	*	0	0	78	13	5	*	*	*	0	0
January 2032	77	14	3	*	*	*	0	0	75	9	4	*	*	*	0	0
January 2033	74	11	2	*	*	0	0	0	73	6	2	*	*	0	0	0
January 2034	71	7	1	*	*	0	0	0	70	3	1	*	*	0	0	0
January 2035	68	5	1	*	*	0	0	0	66	0	0	0	0	0	0	0
January 2036	64	2	*	*	*	0	0	0	63	0	0	0	0	0	0	0
January 2037	60	0	0	0	0	0	0	0	59	0	0	0	0	0	0	0
January 2038	56	0	0	0	0	0	0	0	55	0	0	0	0	0	0	0
January 2039	52	0	0	0	0	0	0	0	50	0	0	0	0	0	0	0
January 2040	47	0	0	0	0	0	0	0	46	0	0	0	0	0	0	0
January 2041	42	0	0	0	0	0	0	0	40	0	0	0	0	0	0	0
January 2042	36	0	0	0	0	0	0	0	35	0	0	0	0	0	0	0
January 2043	30	0	0	0	0	0	0	0	29	0	0	0	0	0	0	0
January 2044	23	0	0	0	0	0	0	0	22	0	0	0	0	0	0	0
January 2045	16	0	0	0	0	0	0	0	16	0	0	0	0	0	0	0
January 2046	8	0	0	0	0	0	0	0	8	0	0	0	0	0	0	0
January 2047	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Weighted Average																
Life (years)**	20.5	7.9	4.6	2.6	1.5	0.9	0.6	0.3	20.2	7.3	5.3	2.5	1.5	0.9	0.6	0.3

Date	CE, CI†, CG, CH and CA Classes					
	PSA Prepayment Assumption					
	0%	100%	225%	400%	600%	800%
Initial Percent	100	100	100	100	100	100
January 2018	98	95	93	89	85	80
January 2019	96	88	79	66	53	40
January 2020	94	78	61	39	19	1
January 2021	92	68	45	19	0	0
January 2022	90	59	31	3	0	0
January 2023	88	51	20	0	0	0
January 2024	85	43	10	0	0	0
January 2025	83	36	2	0	0	0
January 2026	80	29	0	0	0	0
January 2027	77	23	0	0	0	0
January 2028	74	17	0	0	0	0
January 2029	70	11	0	0	0	0
January 2030	67	6	0	0	0	0
January 2031	63	1	0	0	0	0
January 2032	59	0	0	0	0	0
January 2033	55	0	0	0	0	0
January 2034	50	0	0	0	0	0
January 2035	45	0	0	0	0	0
January 2036	40	0	0	0	0	0
January 2037	35	0	0	0	0	0
January 2038	29	0	0	0	0	0
January 2039	23	0	0	0	0	0
January 2040	16	0	0	0	0	0
January 2041	9	0	0	0	0	0
January 2042	2	0	0	0	0	0
January 2043	0	0	0	0	0	0
Weighted Average						
Life (years)**	15.7	6.6	3.9	2.7	2.1	1.8

* Indicates an outstanding balance greater than 0% and less than 0.5% of the original principal balance.

** Determined as specified under “Yield, Maturity and Prepayment Considerations—Weighted Average Lives and Final Distribution Dates” in the REMIC Prospectus.

† In the case of a Notional Class, the Decrement Table indicates the percentage of the original notional principal balance outstanding.

Date	VC Class					
	PSA Prepayment Assumption					
	0%	100%	225%	400%	600%	800%
Initial Percent	100	100	100	100	100	100
January 2018	93	93	93	93	93	93
January 2019	85	85	85	85	85	85
January 2020	77	77	77	77	77	77
January 2021	69	69	69	69	69	0
January 2022	60	60	60	60	0	0
January 2023	51	51	51	51	0	0
January 2024	42	42	42	0	0	0
January 2025	33	33	33	0	0	0
January 2026	23	23	23	0	0	0
January 2027	13	13	13	0	0	0
January 2028	2	2	0	0	0	0
January 2029	0	0	0	0	0	0
Weighted Average						
Life (years)**	6.0	6.0	5.9	4.9	3.9	3.2

Date	VD Class					
	PSA Prepayment Assumption					
	0%	100%	225%	400%	600%	800%
Initial Percent	100	100	100	100	100	100
January 2018	100	100	100	100	100	100
January 2019	100	100	100	100	100	100
January 2020	100	100	100	100	100	100
January 2021	100	100	100	100	64	0
January 2022	100	100	100	100	0	0
January 2023	100	100	100	24	0	0
January 2024	100	100	100	0	0	0
January 2025	100	100	100	0	0	0
January 2026	100	100	56	0	0	0
January 2027	100	100	3	0	0	0
January 2028	100	100	0	0	0	0
January 2029	92	92	0	0	0	0
January 2030	83	83	0	0	0	0
January 2031	72	72	0	0	0	0
January 2032	62	33	0	0	0	0
January 2033	51	0	0	0	0	0
January 2034	40	0	0	0	0	0
January 2035	28	0	0	0	0	0
January 2036	16	0	0	0	0	0
January 2037	3	0	0	0	0	0
January 2038	0	0	0	0	0	0
Weighted Average						
Life (years)**	16.0	14.3	9.1	5.8	4.1	3.3

** Determined as specified under “Yield, Maturity and Prepayment Considerations—Weighted Average Lives and Final Distribution Dates” in the REMIC Prospectus.

Date	ZC Class						CY Class						HA, FH, SH†, FJ and SJ† Classes									
	PSA Prepayment Assumption						PSA Prepayment Assumption						PSA Prepayment Assumption									
	0%	100%	225%	400%	600%	800%	0%	100%	225%	400%	600%	800%	0%	100%	335%	500%	800%	1100%	1400%	1700%	1900%	
Initial Percent	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	100	
January 2018	104	104	104	104	104	104	100	100	100	100	100	100	99	91	78	68	50	33	16	0	0	
January 2019	107	107	107	107	107	107	100	100	100	100	100	100	98	83	60	46	25	11	2	0	0	
January 2020	111	111	111	111	111	111	100	100	100	100	100	100	98	75	46	31	13	4	*	0	0	
January 2021	115	115	115	115	115	106	100	100	100	100	90	52	97	68	35	21	6	1	*	0	0	
January 2022	119	119	119	119	115	54	100	100	100	100	57	26	95	61	27	14	3	*	*	0	0	
January 2023	123	123	123	123	72	27	100	100	100	79	35	13	94	55	21	9	2	*	*	0	0	
January 2024	128	128	128	119	45	14	100	100	100	59	22	7	93	48	16	6	1	*	*	0	0	
January 2025	132	132	132	88	28	7	100	100	100	44	14	3	92	43	12	4	*	*	*	0	0	
January 2026	137	137	137	65	17	4	100	100	88	32	9	2	90	37	9	3	*	*	*	0	0	
January 2027	142	142	142	48	11	2	100	100	74	24	5	1	89	32	6	2	*	*	*	0	0	
January 2028	147	147	125	35	7	1	100	100	62	17	3	*	87	27	5	1	*	*	*	0	0	
January 2029	152	152	104	26	4	*	100	100	51	13	2	*	85	23	3	1	*	*	*	0	0	
January 2030	158	158	87	19	3	*	100	100	43	9	1	*	83	19	2	*	*	*	0	0	0	
January 2031	163	163	72	14	2	*	100	100	35	7	1	*	81	15	2	*	*	*	0	0	0	
January 2032	169	169	59	10	1	*	100	92	29	5	*	*	78	11	1	*	*	*	0	0	0	
January 2033	175	167	49	7	1	*	100	82	24	4	*	*	75	7	1	*	*	*	0	0	0	
January 2034	181	148	40	5	*	*	100	73	20	3	*	*	72	4	*	*	*	*	0	0	0	
January 2035	188	131	32	4	*	*	100	64	16	2	*	*	69	1	*	*	*	*	0	0	0	
January 2036	194	115	26	3	*	*	100	57	13	1	*	*	66	0	0	0	0	0	0	0	0	
January 2037	201	100	21	2	*	*	100	49	10	1	*	*	62	0	0	0	0	0	0	0	0	
January 2038	203	86	17	1	*	*	100	42	8	1	*	*	58	0	0	0	0	0	0	0	0	
January 2039	203	73	13	1	*	*	100	36	6	*	*	*	53	0	0	0	0	0	0	0	0	
January 2040	203	61	10	1	*	*	100	30	5	*	*	*	49	0	0	0	0	0	0	0	0	
January 2041	203	50	7	*	*	*	100	25	4	*	*	*	43	0	0	0	0	0	0	0	0	
January 2042	203	40	5	*	*	*	100	20	3	*	*	*	37	0	0	0	0	0	0	0	0	
January 2043	175	30	4	*	*	*	86	15	2	*	*	*	31	0	0	0	0	0	0	0	0	
January 2044	135	21	2	*	*	*	67	11	1	*	*	*	24	0	0	0	0	0	0	0	0	
January 2045	93	13	1	*	*	*	46	7	1	*	*	*	0	17	0	0	0	0	0	0	0	
January 2046	48	6	1	*	*	0	24	3	*	*	*	*	0	9	0	0	0	0	0	0	0	
January 2047	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Weighted Average																						
Life (years)**	27.8	21.5	15.2	10.1	7.1	5.4	27.8	20.6	13.5	8.5	5.9	4.5	20.8	7.5	3.7	2.6	1.5	0.9	0.6	0.1	0.1	

Date	FL and SL† Classes						
	CPR Prepayment Assumption						
	0%	5%	10%	15%	25%	50%	75%
Initial Percent	100	100	100	100	100	100	100
January 2018	96	91	86	82	72	48	24
January 2019	92	83	75	67	52	23	6
January 2020	88	75	64	54	37	11	1
January 2021	84	68	55	44	26	5	*
January 2022	79	61	47	35	19	2	*
January 2023	75	55	40	28	13	1	*
January 2024	70	49	33	22	9	1	*
January 2025	65	43	28	18	6	*	*
January 2026	59	37	23	14	4	*	*
January 2027	54	32	19	11	3	*	*
January 2028	48	27	15	8	2	*	*
January 2029	42	23	12	6	1	*	0
January 2030	36	19	9	4	1	*	0
January 2031	30	14	7	3	1	*	0
January 2032	23	11	5	2	*	*	0
January 2033	16	7	3	1	*	*	0
January 2034	9	4	1	1	*	*	0
January 2035	2	1	*	*	*	*	0
January 2036	0	0	0	0	0	0	0
Weighted Average							
Life (years)**	10.2	7.5	5.7	4.5	3.0	1.4	0.7

* Indicates an outstanding balance greater than 0% and less than 0.5% of the original principal balance.

** Determined as specified under “Yield, Maturity and Prepayment Considerations—Weighted Average Lives and Final Distribution Dates” in the REMIC Prospectus.

† In the case of a Notional Class, the Decrement Table indicates the percentage of the original notional principal balance outstanding.

Characteristics of the Residual Classes

A Residual Certificate will be subject to certain transfer restrictions. See “Description of the Certificates—Special Characteristics of the Residual Certificates” and “Material Federal Income Tax Consequences—Taxation of Beneficial Owners of Residual Certificates” in the REMIC Prospectus.

Treasury Department regulations (the “Regulations”) provide that a transfer of a “noneconomic residual interest” will be disregarded for all federal tax purposes unless no significant purpose of the transfer is to impede the assessment or collection of tax. A Residual Certificate will constitute a noneconomic residual interest under the Regulations. Having a significant purpose to impede the assessment or collection of tax means that the transferor of a Residual Certificate had “improper knowledge” at the time of the transfer. See “Description of the Certificates—Special Characteristics of the Residual Certificates” in the REMIC Prospectus. You should consult your own tax advisor regarding the application of the Regulations to a transfer of a Residual Certificate.

CERTAIN ADDITIONAL FEDERAL INCOME TAX CONSEQUENCES

The Certificates and payments on the Certificates are not generally exempt from taxation. Therefore, you should consider the tax consequences of holding a Certificate before you acquire one. The following tax discussion supplements the discussion under the caption “Material Federal Income Tax Consequences” in the REMIC Prospectus. When read together, the two discussions describe the current federal income tax treatment of beneficial owners of Certificates. These two tax discussions do not purport to deal with all federal tax consequences applicable to all categories of beneficial owners, some of which may be subject to special rules. In addition, these discussions may not apply to your particular circumstances for one of the reasons explained in the REMIC Prospectus. You should consult your own tax advisors regarding the federal income tax consequences of holding and disposing of Certificates as well as any tax consequences arising under the laws of any state, local or foreign taxing jurisdiction.

REMIC Elections and Special Tax Attributes

We will make a REMIC election with respect to each REMIC set forth in the table under “Description of the Certificates—General—*Structure*.” The Regular Classes will be designated as “regular interests” and the Residual Classes will be designated as the “residual interests” in the REMICs as set forth in that table. Thus, the REMIC Certificates and any related RCR Certificates generally will be treated as “regular or residual interests in a REMIC” for domestic building and loan associations, as “real estate assets” for real estate investment trusts, and, except for the Residual Classes, as “qualified mortgages” for other REMICs. See “Material Federal Income Tax Consequences—REMIC Election and Special Tax Attributes” in the REMIC Prospectus.

Taxation of Beneficial Owners of Regular Certificates

The Accrual Classes and the Notional Classes will be issued with original issue discount (“OID”), and certain other Classes of REMIC Certificates may be issued with OID. If a Class is issued with OID, a beneficial owner of a Certificate of that Class generally must recognize some taxable income in advance of the receipt of the cash attributable to that income. See “Material Federal Income Tax Consequences—Taxation of Beneficial Owners of Regular Certificates—*Treatment of Original Issue Discount*” in the REMIC Prospectus. In addition, certain Classes of REMIC Certificates may be treated as having been issued at a premium. See “Material Federal Income Tax Consequences—Taxation of Beneficial Owners of Regular Certificates—*Regular Certificates Purchased at a Premium*” in the REMIC Prospectus.

The Prepayment Assumptions that will be used in determining the rate of accrual of OID will be as follows:

<u>Group</u>	<u>Prepayment Assumption</u>
1	175% PSA
2	266% PSA
3	200% PSA
4	225% PSA
5	335% PSA
6	15% CPR

See “Material Federal Income Tax Consequences—Taxation of Beneficial Owners of Regular Certificates—*Treatment of Original Issue Discount*” in the REMIC Prospectus. No representation is made as to whether the Mortgage Loans underlying the MBS will prepay at any of those rates or at any other rate. See “Description of the Certificates—Weighted Average Lives of the Certificates” in this prospectus supplement and “Yield, Maturity and Prepayment Considerations—Weighted Average Lives and Final Distribution Dates” in the REMIC Prospectus.

Taxation of Beneficial Owners of Residual Certificates

The Holder of a Residual Certificate will be considered to be the holder of the “residual interest” in the related REMIC. Such Holder generally will be required to report its daily portion of the taxable income or net loss of the REMIC to which that Certificate relates. In certain periods, a Holder of a Residual Certificate may be required to recognize taxable income without being entitled to receive a corresponding amount of cash. Pursuant to the Trust Agreement, we will be obligated to provide to the Holder of a Residual Certificate (i) information necessary to enable it to prepare its federal income tax returns and (ii) any reports regarding the Residual Class that may be required under the Code. See “Material Federal Income Tax Consequences—Taxation of Beneficial Owners of Residual Certificates” in the REMIC Prospectus.

Taxation of Beneficial Owners of RCR Certificates

The RCR Classes will be created, sold and administered pursuant to an arrangement that will be classified as a grantor trust under subpart E, part I of subchapter J of the Code. The Regular Certificates that are exchanged for RCR Certificates set forth in Schedule 1 (including any exchanges effective on the Settlement Date) will be the assets of the trust, and the RCR Certificates will represent an ownership interest of the underlying Regular Certificates. For a general discussion of the federal income tax treatment of beneficial owners of Regular Certificates, see “Material Federal Income Tax Consequences” in the REMIC Prospectus.

Generally, the ownership interest represented by an RCR certificate will be one of two types. A certificate of a Combination RCR Class (a “Combination RCR Certificate”) will represent beneficial ownership of undivided interests in one or more underlying Regular Certificates. A certificate of a Strip RCR Class (a “Strip RCR Certificate”) will represent the right to receive a disproportionate part of the principal or interest payments on one or more underlying Regular Certificates. The SJ Class is a Class of Strip RCR Certificates. The FJ Class of RCR Certificates represents (i) the right to receive a portion of the payments on the HA and SH Classes and (ii) beneficial ownership of an undivided interest in the FH Class. To the extent the FJ Class represents the right to receive a portion of the payments on a Class, it will be treated as a Strip RCR Certificate. To the extent the FJ Class represents beneficial ownership of an undivided interest in a Class, it will be treated as a Combination RCR Certificate. The remaining Classes of RCR Certificates are Combination RCR Certificates. For tax reporting purposes, RCR Certificates other than Combination RCR Certificates will be reported as a single debt instrument. See “Material Federal Income Tax Consequences—Taxation of Beneficial Owners of RCR Certificates” in the REMIC Prospectus for a general discussion of the federal income tax treatment of beneficial owners of RCR Certificates.

Tax Audit Procedures

The Bipartisan Budget Act of 2015, which was enacted on November 2, 2015, repeals and replaces the rules applicable to certain administrative and judicial proceedings regarding a REMIC's tax affairs, effective beginning with the 2018 taxable year. Under the new rules, a partnership, including for this purpose a REMIC, appoints one person to act as its sole representative in connection with IRS audits and related procedures. In the case of a REMIC, the representative's actions, including the representative's agreeing to adjustments to taxable income, will bind Residual Owners to a greater degree than would actions of the tax matters partner ("TMP") under current rules. See "*Material Federal Income Tax Consequences—Reporting and Other Administrative Matters*" in the REMIC Prospectus for a discussion of the TMP. Further, an adjustment to the REMIC's taxable income following an IRS audit may have to be taken into account by those Residual Owners in the year in which the adjustment is made rather than in the year to which the adjustment relates, and otherwise in different and potentially less advantageous ways than under current rules. In some cases, a REMIC could itself be liable for taxes on income adjustments, although it is anticipated that each REMIC will seek to follow procedures in the new rules to avoid entity-level liability to the extent it otherwise may be imposed. The new rules, which will apply to both existing and future REMICs, are complex and likely will be clarified and possibly revised before going into effect. Residual Owners should discuss with their own tax advisors the possible effect of the new rules on them.

Foreign Investors

Beginning on January 1, 2019, a 30-percent United States withholding tax ("FATCA withholding") will apply to gross proceeds from the sale or other disposition of a Regular Certificate that are paid to a non-U.S. entity that is a "financial institution" and fails to comply with certain reporting and other requirements or to a non-U.S. entity that is not a "financial institution" but fails to disclose the identity of its direct or indirect "substantial U.S. owners" or to certify that it has no such owners. FATCA withholding currently applies to payments treated as interest on a Regular Certificate paid to such persons. Various exceptions may apply. You should consult your own tax advisor regarding the potential application and impact of this withholding tax based on your particular circumstances. See "*Material Federal Income Tax Consequences—Foreign Investors*" in the REMIC Prospectus.

PLAN OF DISTRIBUTION

We are obligated to deliver the Certificates to Merrill Lynch, Pierce, Fenner & Smith Incorporated (the "Dealer") in exchange for the MBS. The Dealer proposes to offer the Certificates directly to the public from time to time in negotiated transactions at varying prices to be determined at the time of sale. The Dealer may effect these transactions to or through other dealers.

CREDIT RISK RETENTION

The Certificates satisfy the requirements of the Credit Risk Retention Rule (12 C.F.R. Part 1234) jointly promulgated by the Federal Housing Finance Agency ("FHFA"), the SEC and several other federal agencies. In accordance with 12 C.F.R. 1234.8(a), (i) the Certificates are fully guaranteed as to timely payment of principal and interest by Fannie Mae and (ii) Fannie Mae is operating under the conservatorship of FHFA with capital support from the United States.

LEGAL MATTERS

Katten Muchin Rosenman LLP will provide legal representation for Fannie Mae. Orrick, Herrington & Sutcliffe LLP will provide legal representation for the Dealer.

**Assumed Characteristics of the Mortgage Loans Underlying the ARM MBS
(As of January 1, 2017)**

<u>Issue Date Unpaid Principal Balance</u>	<u>Net Mortgage Rate* (%)</u>	<u>Mortgage Rate (%)</u>	<u>Original Term (in months)</u>	<u>Remaining Term to Maturity (in months)</u>	<u>Loan Age (in months)</u>	<u>Margin (%)</u>	<u>Initial Rate Cap (%)</u>	<u>Periodic Rate Cap (%)</u>	<u>Lifetime Rate Cap (%)</u>	<u>Lifetime Rate Floor (%)</u>	<u>Months to Rate Change</u>	<u>Rate Reset Frequency (in months)</u>	<u>Payment Reset Frequency (in months)</u>	<u>Remaining Interest Only Period (in months)</u>	<u>Index**</u>
\$17,328,733.24	2.997	3.568	359	221	139	2.240	***	2.000	10.5886	2.240	6	12	12	0	WSJ 1-YEAR LIBOR
19,983,346.08	3.163	3.688	360	221	139	2.274	***	2.000	10.0917	2.274	7	12	12	N/A	WSJ 1-YEAR LIBOR
15,896,086.52	3.021	3.565	359	212	147	2.274	***	2.000	10.2120	2.274	6	12	12	N/A	WSJ 1-YEAR LIBOR

* The “Net Mortgage Rate” of a Hybrid ARM Loan is equal to its then current interest rate *less* the sum of the related servicing fee and our guaranty fee (expressed in each case as an annual percentage).

** For a description of the Index, see “The Mortgage Loans—Adjustable-Rate Mortgage Loans (ARM Loans)—*ARM Indices*” in the MBS Prospectus.

*** We have assumed that all applicable initial fixed-rate periods have expired and that all initial rate adjustments have occurred.

**Expected ARM MBS
(As of January 1, 2017)**

The pool numbers of the adjustable-rate MBS expected to be included in the Lower Tier REMIC are listed below:

<u>Pool Number</u>	<u>Issue Date Unpaid Principal Balance</u>
AL9638	\$17,328,733.24
AL9639	19,983,346.08
AL9640	15,896,086.52

Schedule 1

Available Recombinations(1)

REMIC Certificates		RCR Certificates						Final Distribution Date
<u>Classes</u>	<u>Original Balances</u>	<u>RCR Classes</u>	<u>Original Balances</u>	<u>Principal Type(2)</u>	<u>Interest Rate</u>	<u>Interest Type(2)</u>	<u>CUSIP Number</u>	
Recombination 1								
AE	\$323,443,926	AG	\$323,443,926	SEQ	2.75%	FIX	3136AVJK6	May 2041
AI	23,103,137(3)							
Recombination 2								
AE	323,443,926	AH	323,443,926	SEQ	3.00	FIX	3136AVJL4	May 2041
AI	46,206,275(3)							
Recombination 3								
AE	323,443,926	AB	323,443,926	SEQ	3.50	FIX	3136AVJM2	May 2041
AI	92,412,550(3)							
Recombination 4								
AE	215,629,283	AJ	215,629,283	SEQ	4.00	FIX	3136AVJN0	May 2041
AI	92,412,550(3)							
Recombination 5								
AE	161,721,963	AK	161,721,963	SEQ	4.50	FIX	3136AVJP5	May 2041
AI	92,412,550(3)							
Recombination 6								
VN	47,900,642	VM	47,900,642	SEQ/AD	2.75	FIX	3136AVJQ3	June 2037
VI	3,421,474(3)							
Recombination 7								
VN	47,900,642	VP	47,900,642	SEQ/AD	3.00	FIX	3136AVJR1	June 2037
VI	6,842,949(3)							
Recombination 8								
VN	47,900,642	VT	47,900,642	SEQ/AD	3.50	FIX	3136AVJS9	June 2037
VI	13,685,897(3)							
Recombination 9								
VN	31,933,759	VW	31,933,759	SEQ/AD	4.00	FIX	3136AVJT7	June 2037
VI	13,685,897(3)							
Recombination 10								
VN	23,950,321	VY	23,950,321	SEQ/AD	4.50	FIX	3136AVJU4	June 2037
VI	13,685,897(3)							

REMIC Certificates		RCR Certificates						
<u>Classes</u>	<u>Original Balances</u>	<u>RCR Classes</u>	<u>Original Balances</u>	<u>Principal Type(2)</u>	<u>Interest Rate</u>	<u>Interest Type(2)</u>	<u>CUSIP Number</u>	<u>Final Distribution Date</u>
Recombination 11								
VN	\$ 47,900,642	AY(4)	\$176,564,552	SEQ	3.50%	FIX	3136AVJV2	February 2047
VI	13,685,897(3)							
VA	41,663,910							
ZA	87,000,000							
Recombination 12								
AE	323,443,926	BD	371,344,568	SEQ/AD	2.50	FIX	3136AVJW0	May 2041
VN	47,900,642							
Recombination 13								
AE	323,443,926	BE	371,344,568	SEQ/AD	2.75	FIX	3136AVJX8	May 2041
AI	23,103,137(3)							
VN	47,900,642							
VI	3,421,474(3)							
Recombination 14								
AE	323,443,926	BH	371,344,568	SEQ/AD	3.00	FIX	3136AVJY6	May 2041
AI	46,206,275(3)							
VN	47,900,642							
VI	6,842,948(3)							
Recombination 15								
AE	323,443,926	BA	371,344,568	SEQ/AD	3.50	FIX	3136AVJZ3	May 2041
AI	92,412,550(3)							
VN	47,900,642							
VI	13,685,897(3)							
Recombination 16								
AE	215,629,284	BK	247,563,045	SEQ/AD	4.00	FIX	3136AVKA6	May 2041
AI	92,412,550(3)							
VN	31,933,761							
VI	13,685,897(3)							
Recombination 17								
AE	161,721,963	BL	185,672,284	SEQ/AD	4.50	FIX	3136AVKB4	May 2041
AI	92,412,550(3)							
VN	23,950,321							
VI	13,685,897(3)							

REMIC Certificates		RCR Certificates						
<u>Classes</u>	<u>Original Balances</u>	<u>RCR Classes</u>	<u>Original Balances</u>	<u>Principal Type(2)</u>	<u>Interest Rate</u>	<u>Interest Type(2)</u>	<u>CUSIP Number</u>	<u>Final Distribution Date</u>
Recombination 18								
AI	\$ 92,412,550(3)	BI	\$106,098,447(3)	NTL	3.50%	FIX/IO	3136AVKC2	May 2041
VI	13,685,897(3)							
Recombination 19								
EB	40,119,298	EC	40,119,298	PT	2.50	FIX	3136AVKD0	February 2047
EI	3,647,208(3)							
Recombination 20								
EB	40,119,298	EA	40,119,298	PT	3.00	FIX	3136AVKE8	February 2047
EI	7,294,417(3)							
Recombination 21								
EB	26,746,195	EG	26,746,195	PT	3.50	FIX	3136AVKF5	February 2047
EI	7,294,417(3)							
Recombination 22								
EB	20,059,646	EH	20,059,646	PT	4.00	FIX	3136AVKG3	February 2047
EI	7,294,417(3)							
Recombination 23								
EB	16,047,717	EJ	16,047,717	PT	4.50	FIX	3136AVKH1	February 2047
EI	7,294,417(3)							
Recombination 24								
FD	28,832,290	FE	100,298,243	PT	(5)	FLT	3136AVKJ7	February 2047
FN	71,465,953							
Recombination 25								
GB	12,057,301	GC	13,564,464	PT	2.50	FIX	3136AVKK4	February 2047
FG	1,507,163							
SG	1,507,163(3)							
Recombination 26								
GB	12,057,301	GA	15,502,245	PT	3.00	FIX	3136AVKL2	February 2047
FG	3,444,944							
SG	3,444,944(3)							
Recombination 27								
GB	12,057,301	GD	18,085,952	PT	3.50	FIX	3136AVKM0	February 2047
FG	6,028,651							
SG	6,028,651(3)							

REMIC Certificates		RCR Certificates						Final Distribution Date
Classes	Original Balances	RCR Classes	Original Balances	Principal Type(2)	Interest Rate	Interest Type(2)	CUSIP Number	
Recombination 28								
GB	\$ 12,057,301	GE	\$ 21,703,142	PT	4.00%	FIX	3136AVKN8	February 2047
FG	9,645,841							
SG	9,645,841(3)							
Recombination 29								
VC	27,388,688	CY(6)	116,073,504	SEQ	3.50	FIX	3136AVKS7	February 2047
VD	31,489,816							
ZC	57,195,000							
Recombination 30								
CE	275,984,366	CG	275,984,366	SEQ	2.50	FIX	3136AVKP3	June 2042
CI	39,426,338(3)							
Recombination 31								
CE	275,984,366	CH	275,984,366	SEQ	3.00	FIX	3136AVKQ1	June 2042
CI	78,852,676(3)							
Recombination 32								
CE	275,984,366	CA	275,984,366	SEQ	3.50	FIX	3136AU5B3	June 2042
CI	118,279,014(3)							
Recombination 33								
HA	4,057,093	FJ	28,399,646	PT	(5)	FLT	3136AVKT5	February 2047
FH	24,342,553	SJ	28,399,646(3)	NTL	(5)	INV/IO	3136AVKU2	February 2047
SH	24,342,553(3)							

- (1) REMIC Certificates and RCR Certificates in each Recombination may be exchanged only in the proportions of *original* principal or notional principal balances for the related Classes shown in this Schedule 1 (disregarding any retired Classes). For example, if a particular Recombination includes two REMIC Classes and one RCR Class whose *original* principal balances shown in the schedule reflect a 1:1:2 relationship, the same 1:1:2 relationship among the *original* principal balances of those REMIC and RCR Classes must be maintained in any exchange. This is true even if, as a result of the applicable payment priority sequence, the relationship between their *current* principal balances has changed over time. Moreover, if as a result of a proposed exchange, a Certificateholder would hold a REMIC Certificate or RCR Certificate of a Class in an amount less than the applicable minimum denomination for that Class, the Certificateholder will be unable to effect the proposed exchange. See “Description of the Certificates—General— *Authorized Denominations*” in this prospectus supplement.
- (2) See “Description of the Certificates—Class Definitions and Abbreviations” in the REMIC Prospectus.
- (3) Notional principal balances. These Classes are Interest Only Classes. See page S-6 for a description of how their notional principal balances are calculated.
- (4) Principal payments on the REMIC Certificates in Recombination 11 from the ZA Accrual Amount will be paid as interest on the related RCR Certificates, and thus will not reduce the principal balances of those RCR Certificates.
- (5) For a description of these interest rates, see “Summary—Interest Rates” in this prospectus supplement.
- (6) Principal payments on the REMIC Certificates in Recombination 29 from the ZC Accrual Amount will be paid as interest on the related RCR Certificates, and thus will not reduce the principal balances of those RCR Certificates.

No one is authorized to give information or to make representations in connection with the Certificates other than the information and representations contained in or incorporated into this Prospectus Supplement and the additional Disclosure Documents. We take no responsibility for any unauthorized information or representation. This Prospectus Supplement and the additional Disclosure Documents do not constitute an offer or solicitation with regard to the Certificates if it is illegal to make such an offer or solicitation to you under state law. By delivering this Prospectus Supplement and the additional Disclosure Documents at any time, no one implies that the information contained herein or therein is correct after the date hereof or thereof.

Neither the Securities and Exchange Commission nor any state securities commission has approved or disapproved the Certificates or determined if this Prospectus Supplement is truthful and complete. Any representation to the contrary is a criminal offense.

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\$1,150,263,601



**Guaranteed REMIC
Pass-Through Certificates**

Fannie Mae REMIC Trust 2017-4

PROSPECTUS SUPPLEMENT

BofA Merrill Lynch

January 25, 2017